

**Monthly Operating Report  
ACCRUAL BASIS**

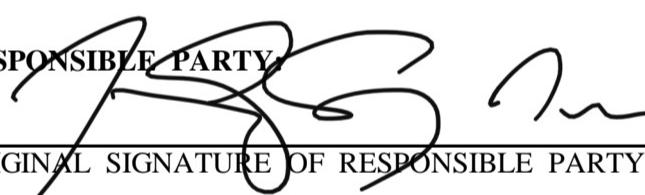
<b>CASE NAME:</b>	Highland Capital Management
<b>CASE NUMBER:</b>	19-34054
<b>JUDGE:</b>	Stacey Jernigan

**UNITED STATES BANKRUPTCY COURT  
NORTHERN & EASTERN DISTRICTS OF TEXAS  
REGION 6**

**MONTHLY OPERATING REPORT**

**MONTH ENDING:** June 2020  
MONTH YEAR

IN ACCORDANCE WITH TITLE 28, SECTION 1746, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING MONTHLY OPERATING REPORT (ACCRUAL BASIS-1 THROUGH ACCRUAL BASIS-7) AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT, AND COMPLETE. DECLARATION OF THE PREPARER (OTHER THAN RESPONSIBLE PARTY) IS BASED ON ALL INFORMATION OF WHICH PREPARER HAS ANY KNOWLEDGE.

<b>RESPONSIBLE PARTY</b>		<u>Chief Restructuring Officer/ CEO</u> <u>TITLE</u>
ORIGINAL SIGNATURE OF RESPONSIBLE PARTY		

<u>James Seery</u>		<u>DATE</u>
PRINTED NAME OF RESPONSIBLE PARTY		

<b>PREPARER:</b>		<u>Chief Financial Officer</u> <u>TITLE</u>
ORIGINAL SIGNATURE OF PREPARER		
Frank Waterhouse		
PRINTED NAME OF PREPARER		
		<u>07.31.20</u> <u>DATE</u>

**Monthly Operating Report  
ACCRUAL BASIS-1**

<b>CASE NAME:</b>	Highland Capital Management, LP
<b>CASE NUMBER:</b>	19-12239-CSS

**Comparative Balance Sheet**  
(in thousands)

	<u>10/15/2019</u>	<u>12/31/2019<sup>(6)</sup></u>	<u>6/30/2020<sup>(6)</sup></u>
<b>Assets</b>			
Cash and cash equivalents	2,529	9,501	14,994
Investments, at fair value <sup>(3)</sup>	232,620	232,820	119,991
Equity method investees <sup>(3)</sup>	161,819	183,529	102,914
Management and incentive fee receivable	2,579	1,929	2,976
Fixed assets, net	3,754	3,521	3,055
Due from affiliates <sup>(1)</sup>	151,901	146,245	150,814
Reserve against notes receivable		(57,963)	(57,963)
Other assets	11,311	11,493	14,962
<b>Total assets</b>	<b><u>\$ 566,513</u></b>	<b><u>\$ 531,076</u></b>	<b><u>\$ 351,742</u></b>
<b>Liabilities and Partners' Capital</b>			
Pre-petition accounts payable <sup>(4)</sup>	1,176	1,141	1,053
Post-petition accounts payable <sup>(4)</sup>	-	2,042	932
Secured debt:			
Frontier	5,195	5,195	5,195
Jefferies	30,328	30,020	-
Accrued expenses and other liabilities <sup>(4)</sup>	59,203	63,336	60,715
Accrued re-organization related fees <sup>(5)</sup>	-	5,532	10,745
Claim accrual <sup>(2)</sup>	73,997	73,997	73,997
Partners' capital	396,614	349,812	199,105
<b>Total liabilities and partners' capital</b>	<b><u>\$ 566,513</u></b>	<b><u>\$ 531,076</u></b>	<b><u>\$ 351,742</u></b>

<sup>(1)</sup> Includes various notes receivable at carrying value, except note due from Hunter Mountain Investment Trust which is fully reserved against (\$58M reserve). Fair value has not been determined with respect to any of the notes.

<sup>(2)</sup> Uncontested portion of Redeemer claim less applicable offsets. Potential for additional liability based on future events. No interest has been accrued beyond petition date.

<sup>(3)</sup> Mark to market gains/(losses) on investments include pricing updates for publicly traded securities and other positions with readily available market price information. Certain limited partnership interests normally marked to a NAV statement have not been updated as of period end as statements are generally available on a one-month lag.

<sup>(4)</sup> Note on accruals: expenses recorded in Accounts Payable and Accrued Expenses and Other Liabilities reflect invoices recorded through accounts payable, legal invoice accruals, and normal course operating accruals, but do not reflect estimates for other incurred, but not yet received invoices. For balance sheet dates other than the Petition Date, amounts include both pre-petition and post-petition liabilities.

<sup>(5)</sup> Beginning December 31st, 2019, Debtor accrued for post-petition re-organization fees based upon an estimate of fees incurred to date.

<sup>(6)</sup> All balances at December 31st, 2019 are preliminary, unaudited, and subject to further year-end closing entries pursuant to the normal year-end closing process. As a result, balances for subsequent months have and will fluctuate.

**Monthly Operating Report  
ACCURAL BASIS-2**

<b>CASE NAME:</b>	<b>Highland Capital Management, LP</b>
<b>CASE NUMBER:</b>	<b>19-12239-CSS</b>

**Income Statement<sup>1</sup>**

(in thousands)

	<b>Date</b> <b>10/16/19 - 10/31/19</b>	<b>Filing to Year Ended<sup>(4)</sup></b> <b>2019</b>	<b>Month ended<sup>(4)</sup></b> <b>6/30/2020</b>	<b>Filing to date<sup>(4)</sup></b>
<b>Revenue:</b>				
Management fees	975	4,528	1,754	15,206
Shared services fees	283	1,588	601	5,279
Other income	99	1,582	145	4,583
<b>Total operating revenue</b>	<b>1,357</b>	<b>7,697</b>	<b>2,500</b>	<b>25,068</b>
<b>Operating expenses:</b>				
Compensation and benefits	997	1,498	2,044	10,534
Professional services	256	64	187	1,332
Investment research and consulting	10	266	148	709
Marketing and advertising expense	-	370	(8)	422
Depreciation expense	82	244	76	709
Bad debt expense reserve	-	8,410	-	8,410
Other operating expenses	201	1,265	345	3,731
<b>Total operating expenses</b>	<b>1,545</b>	<b>12,118</b>	<b>2,792</b>	<b>25,846</b>
<b>Operating income/(loss)</b>	<b>(188)</b>	<b>(4,421)</b>	<b>(292)</b>	<b>(779)</b>
<b>Other income/expense:</b>				
Interest income	250	1,230	482	4,133
Interest expense	(107)	(346)	(47)	(813)
Reserve against notes receivable	-	(57,963)	-	(57,963)
Re-org related expenses <sup>(2)</sup>	-	(5,532)	(2,813)	(21,932)
Independent director fees	-	-	(207)	(1,122)
Other income/expense	32	32	(1)	(102)
<b>Total other income/expense</b>	<b>175</b>	<b>(62,579)</b>	<b>(2,585)</b>	<b>(77,799)</b>
Net realized gains/(losses) on investments	339	618	(3,113)	(27,800)
Net change in unrealized gains/(losses) of investments <sup>(3)</sup>	2,654	(955)	5,236	(30,884)
	<b>2,993</b>	<b>(337)</b>	<b>2,123</b>	<b>(58,684)</b>
<b>Net earnings/(losses) from equity method investees<sup>(3)</sup></b>	<b>(20)</b>	<b>14,918</b>	<b>(4,558)</b>	<b>(65,864)</b>
<b>Net income/(loss)</b>	<b>\$ 2,959</b>	<b>\$ (52,419)</b>	<b>\$ (5,311)</b>	<b>\$ (203,126)</b>

(1) Note on accruals: expenses recorded in the Income Statement reflect invoices recorded through accounts payable, legal invoice accruals, and normal course operating accruals, but do not reflect estimates for other incurred, but not yet received invoices.

(2) Debtor funded various retainers totaling \$790k prior to the petition date, which were entirely expensed as of the petition date.

(3) Mark to market gains/(losses) on investments include pricing updates for publicly traded securities and other positions with readily available market price information. Certain limited partnership interests normally marked to a NAV statement have not been updated as of period end as statements are generally available on a one-month lag.

(4) All balances are preliminary, unaudited, and subject to further year-end closing entries pursuant to the normal year-end closing process. As a result, operating results will change as these entries are made.

**Monthly Operating Report  
ACCURAL BASIS-3A**

CASE NAME:	Highland Capital Management
CASE NUMBER:	19-34054

<b>CASH RECEIPTS AND DISBURSEMENTS</b>	<b>FILING TO YEAR END 2019</b>	<b>QUARTER</b>	<b>APRIL</b>	<b>MAY</b>	<b>JUNE</b>	<b>QUARTER</b>
			<b>APRIL</b>	<b>MAY</b>	<b>JUNE</b>	
1. CASH - BEGINNING OF MONTH	\$ 2,554,230	\$ 9,501,409	\$ 12,532,467	\$ 10,343,036	\$ 9,916,841	\$ 12,532,467
<b>RECEIPTS FROM OPERATIONS</b>						
2. OTHER OPERATING RECEIPTS	\$ 1,862,757	\$ 1,379,338	\$ 825,387	\$ 1,687,854	\$ 469,980	\$ 2,983,221
3 MANAGEMENT FEES AND OTHER RELATED RECEIPTS	\$ 3,156,742	\$ 7,555,297	\$ 1,708,720	\$ 3,188,304	\$ 1,282,412	\$ 6,179,437
<b>COLLECTION OF ACCOUNTS RECEIVABLE</b>						
4 PREPETITION	\$ 3,593,108	\$ 76,569	\$ 3,727	\$ -	\$ -	\$ 3,727
5 POSTPETITION <sup>1</sup>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
6 TOTAL OPERATING RECEIPTS	\$ 8,612,608	\$ 9,011,204	\$ 2,537,834	\$ 4,876,158	\$ 1,752,392	\$ 9,166,385
<b>NON-OPERATING RECEIPTS</b>						
THIRD PARTY FUND ACTUAL/EXPECTED DISTRIBUTIONS						
7	\$ 423,468	\$ 18,992,786	\$ -	\$ 319,242	\$ 478,329	\$ 797,571
8 DIVS, PAYDOWNS, MISC FROM INVESTMENT ASSETS	\$ 1,338,069	\$ 477,479	\$ 36,007	\$ 36,007	\$ 2,363	\$ 74,376
9 OTHER (ATTACH LIST)	\$ 3,390,286	\$ 1,407,103	\$ 10,000	\$ -	\$ 10,000,000	\$ 10,010,000
10 TOTAL NON-OPERATING RECEIPTS	\$ 5,151,822	\$ 20,877,369	\$ 46,007	\$ 355,249	\$ 10,480,691	\$ 10,881,947
11 TOTAL RECEIPTS	\$ 13,764,430	\$ 29,888,573	\$ 2,583,841	\$ 5,231,407	\$ 12,233,084	\$ 20,048,331
12 TOTAL CASH AVAILABLE			\$ 15,116,308	\$ 15,574,443	\$ 22,149,925	
<b>OPERATING DISBURSEMENTS</b>						
13 PAYROLL, BENEFITS, AND TAXES + EXP REIMB	\$ 3,776,446	\$ 8,825,042	\$ 1,441,850	\$ 1,183,140	\$ 2,261,324	\$ 4,886,314
14 SINGAPORE SERVICE FEES	\$ 95,118	\$ 58,129	\$ 2,965	\$ -	\$ -	\$ 2,965
15 HCM LATIN AMERICA	\$ 200,000	\$ 100,000	\$ -	\$ -	\$ -	\$ -
16 THIRD PARTY FUND CAPITAL CALL OBLIGATION	\$ 1,426,987	\$ 7,812,469	\$ 726,000	\$ 2,000,000	\$ 361,163	\$ 3,087,163
17 UTILITIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
18 INSURANCE	\$ -	\$ 533,940	\$ 10,500	\$ 330,000	\$ 35,876	\$ 376,376
19 INVENTORY PURCHASES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
20 VEHICLE EXPENSES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
21 TRAVEL	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
22 ENTERTAINMENT	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
23 REPAIRS & MAINTENANCE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
24 SUPPLIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
25 ADVERTISING	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
26 OTHER (ATTACH LIST)	\$ 1,318,700	\$ 3,283,898	\$ 851,659	\$ 1,277,268	\$ 1,066,127	\$ 3,195,054
27 TOTAL OPERATING DISBURSEMENTS	\$ 6,817,251	\$ 20,613,478	\$ 3,032,974	\$ 4,790,407	\$ 3,724,490	\$ 11,547,870
<b>REORGANIZATION EXPENSES</b>						
28 PROFESSIONAL FEES	\$ -	\$ 5,460,546	\$ 1,740,298	\$ 550,170	\$ 3,281,564	\$ 5,572,032
29 U.S. TRUSTEE FEES	\$ -	\$ 68,173	\$ -	\$ 167,025	\$ -	\$ 167,025
30 OTHER (ATTACH LIST)	\$ -	\$ 715,317	\$ -	\$ 150,000	\$ 150,000	\$ 300,000
31 TOTAL REORGANIZATION EXPENSES	\$ -	\$ 6,244,037	\$ 1,740,298	\$ 867,195	\$ 3,431,564	\$ 6,039,057
32 TOTAL DISBURSEMENTS	\$ 6,817,251	\$ 26,857,515	\$ 4,773,272	\$ 5,657,602	\$ 7,156,053	\$ 17,586,927
33 NET CASH FLOW	\$ 6,947,179	\$ 3,031,058	\$ (2,189,431)	\$ (426,195)	\$ 5,077,030	\$ 2,461,404
34 CASH - END OF MONTH	\$ 9,501,409	\$ 12,532,467	\$ 10,343,036	\$ 9,916,841	\$ 14,993,872	\$ 14,993,872

1 All postpetition receipts are included in line 3, Management Fees and Other Related Receipts.

**Monthly Operating Report  
ACCURAL BASIS-3B**

CASE NAME:	Highland Capital Management
CASE NUMBER:	19-34054

**NON-OPERATING RECEIPTS - OTHER**

Date	Amount	Type
	10,000,000.00	Sale of Various Jefferies Assets

**OPERATING DISBURSEMENTS - OTHER**

Date	Amount	Vendor
6/1/2020	516	PACER Service Center
6/5/2020	12,014	Flexential Colorado Corp.
6/5/2020	8,427	GRUBHUB for Work
6/5/2020	43,932	Metlife
6/5/2020	11,770	ABM
6/5/2020	100	UPS Supply Chain Solutions
6/5/2020	5,074	Centroid
6/5/2020	300	Action Shred of Texas
6/5/2020	2,190	Canteen Vending Services
6/5/2020	703	Arkadin, Inc.
6/1/2020	29,853	Third Party Consultant
6/1/2020	160,018	Crescent TC Investors LP
6/2/2020	300	eCorp Tax E-CHECK
6/2/2020	336	ATT
6/5/2020	58,260	Carey Olsen
6/8/2020	1,692	ORACLE AMERICA, INC
6/8/2020	103,402	Markit North America Inc.
6/8/2020	16,790	S&P Global Market Intelligence
6/8/2020	7,117	MacroMavens, LLC
6/9/2020	3,574	AT&T
6/10/2020	6,392	TW Telecom Holdings, llc
6/12/2020	35,200	Intex Solutions, Inc.
6/12/2020	20,000	Sage Search Partners
6/12/2020	8,120	Concur Technologies, Inc.
6/12/2020	5,913	Thomson West
6/12/2020	3,000	McLagan Partners
6/12/2020	1,756	Ace Parking Management Inc.
6/12/2020	1,192	CDW Direct
6/12/2020	604	Frank Russell Company
6/12/2020	299	Franke Foodservice Solutions
6/12/2020	225	Four Seasons Plantscaping, LLC
6/12/2020	183,912	Siepe Services, LLC
6/12/2020	30	Chase Couriers
6/16/2020	405	East West Bank
6/17/2020	941	ATT
6/17/2020	1,972	Zayo group
6/26/2020	417	Four Seasons Plantscaping, LLC
6/26/2020	4,854	Liberty Life Assurance Company of Boston - Group Benefits
6/26/2020	146	Secured Access Systems, LLC
6/26/2020	75	MARKIT WSO CORPORATION
6/26/2020	23,750	Sage Search Partners
6/26/2020	1,394	GRUBHUB for Work
6/26/2020	389	UPS Supply Chain Solutions
6/26/2020	18,042	Siepe Software, LLC
6/22/2020	5,786	ATT
6/22/2020	35,467	Ace Parking Lot 3749
6/23/2020	549	Pitney Bowes
6/24/2020	783	Xerox Corp
6/26/2020	19,720	LinkedIn Corporation
6/26/2020	38,930	Carey Olsen
6/26/2020	142,594	Houlihan Lokey Financial Advisors
6/29/2020	20,681	Strategas Securities LLC
6/30/2020	2,498	Iron Mountain
6/30/2020	2,722	Iron Mountain
6/30/2020	11,000	Third Party Consultant

1,066,127

**REORGANIZATION EXPENSES - OTHER**

Date	Amount	Description
6/1/2020	50,000	Nelms and Associates
6/1/2020	50,000	J.P. Seery & Co. LLC
6/1/2020	50,000	Dubel & Associates, LLC
	150,000	

**Monthly Operating Report  
ACCRUAL BASIS-4**

<b>CASE NAME:</b>	Highland Capital Management
<b>CASE NUMBER:</b>	19-34054

<b>MGMT FEE RECEIVABLE AGING<sup>2</sup></b>	<b>March<sup>3</sup></b>	<b>April<sup>3</sup></b>	<b>May<sup>3</sup></b>	<b>June<sup>3</sup></b>
1. 0-30	\$ 1,835,632	\$ 2,583,565	\$ 1,839,132	\$ 1,813,292
2. 31-60				\$ 1,163,000
3. 61-90				
4. 91+				
5. TOTAL MGMT FEE RECEIVABLE	\$ 1,835,632	\$ 2,583,565	\$ 1,839,132	\$ 2,976,292
6. AMOUNT CONSIDERED UNCOLLECTIBLE				
7. MGMT FEE RECEIVABLE (NET)	\$ 1,835,632	\$ 2,583,565	\$ 1,839,132	\$ 2,976,292

<b>AGING OF POSTPETITION TAXES AND PAYABLES</b>			MONTH: June 2020		
<b>TAXES PAYABLE</b>	<b>0-30 DAYS</b>	<b>31-60 DAYS</b>	<b>61-90 DAYS</b>	<b>91+ DAYS</b>	<b>TOTAL</b>
1. FEDERAL					\$0
2. STATE					\$0
3. LOCAL					\$0
4. OTHER (ATTACH LIST)					\$0
5. TOTAL TAXES PAYABLE	\$0	\$0	\$0	\$0	\$0
6. ACCOUNTS PAYABLE	\$679,568	\$9,655	\$41,511	\$201,232	\$931,966

<b>STATUS OF POSTPETITION TAXES<sup>1</sup></b>		MONTH: June 2020			
<b>FEDERAL</b>		<b>BEGINNING TAX LIABILITY</b>	<b>AMOUNT WITHHELD AND/ OR ACCRUED</b>	<b>AMOUNT PAID</b>	<b>ENDING TAX LIABILITY</b>
1. WITHHOLDING					\$0
2. FICA-EMPLOYEE					\$0
3. FICA-EMPLOYER					\$0
4. UNEMPLOYMENT					\$0
5. INCOME					\$0
6. OTHER (ATTACH LIST)					\$0
7. TOTAL FEDERAL TAXES		\$0	\$0	\$0	\$0
<b>STATE AND LOCAL</b>					
8. WITHHOLDING					\$0
9. SALES					\$0
10. EXCISE					\$0
11. UNEMPLOYMENT					\$0
12. REAL PROPERTY		\$0	\$0	\$0	\$0
13. PERSONAL PROPERTY					\$0
14. OTHER (ATTACH LIST)					\$0
15. TOTAL STATE & LOCAL		\$0	\$0	\$0	\$0
16. TOTAL TAXES		\$0	\$0	\$0	\$0

- 1 The Debtor funds all state and federal employment taxes to Paylocity, who files all required federal and state related employment reports and withholdings.  
 2 Aging based on when management fee is due and payable.  
 3 All balances are preliminary, unaudited, and subject to further year-end closing entries pursuant to the normal year-end closing process.

**Monthly Operating Report**  
 ACCRUAL BASIS-5

CASE NAME:	Highland Capital Management
CASE NUMBER:	19-34054

MONTH: June 2020

BANK RECONCILIATIONS	Account #1	Account #2	Account #3	Account #4	Account #5	Account #6	
A. BANK:	East West Bank	East West Bank	Maxim Group	Jefferies LLC	Nexbank	East West Bank	TOTAL
B. ACCOUNT NUMBER:	x4686	x4693	x1885	x0932	x5891	x5848	
C. PURPOSE (TYPE):	Operating	Insurance	Brokerage	Brokerage	CD	Prepaid Card	
1. BALANCE PER BANK STATEMENT <sup>1</sup>	\$ 14,581,744	\$ 174,140	\$ 30	\$ -	\$ 137,929	\$ 100,028	\$ 14,993,871
2. ADD: TOTAL DEPOSITS NOT CREDITED							\$ -
3. SUBTRACT: OUTSTANDING CHECKS							\$ -
4. OTHER RECONCILING ITEMS							\$ -
5. MONTH END BALANCE PER BOOKS	\$ 14,581,744	\$ 174,140	\$ 30	\$ -	\$ 137,929	\$ 100,028	\$ 14,993,871
6. NUMBER OF LAST CHECK WRITTEN	100508	n/a	n/a	n/a	n/a	n/a	

INVESTMENT ACCOUNTS	DATE OF PURCHASE	TYPE OF INSTRUMENT	PURCHASE PRICE	CURRENT VALUE
BANK, ACCOUNT NAME & NUMBER				
7.				
8.				
9.				
10.				
11. TOTAL INVESTMENTS			\$0	\$0

CASH	
12. CURRENCY ON HAND	\$0
13. TOTAL CASH - END OF MONTH	\$14,993,871

1 Account x6342 is now closed.

**Monthly Operating Report  
ACCURAL BASIS-6**

<b>CASE NAME:</b>	Highland Capital Management
<b>CASE NUMBER:</b>	19-34054

MONTH: June 2020

**PAYMENTS TO INSIDERS AND PROFESSIONALS**

<b>INSIDERS</b>			
	NAME	TYPE OF PAYMENT	AMOUNT PAID
1	Frank Waterhouse	Salary	\$29,167
2	Frank Waterhouse	Expense Reimbursement	\$615
3	Scott Ellington	Salary	\$37,500
4	Scott Ellington	Expense Reimbursement	\$244
5	James Dondero	Salary	\$0
6	James Dondero	Expense Reimbursement <sup>1</sup>	\$0
7	Thomas Surgent	Salary	\$33,333
8	Thomas Surgent	Expense Reimbursement	\$224
9	Trey Parker	Salary	\$0
10	Trey Parker	Expense Reimbursement	\$0
TOTAL PAYMENTS TO INSIDERS		\$101,082	\$1,146,694

<sup>1</sup> The total amount of reimbursements during the reporting month also included \$16,497 for use of the credit card by the Debtor for office related expenses such as subscriptions, vending supplies, marketing and IT equipment/software.

**PROFESSIONALS<sup>2</sup>**

	NAME	DATE OF MONTHLY FEE APPLICATION	AMOUNT APPROVED	AMOUNT PAID	TOTAL PAID TO DATE	TOTAL INCURRED & UNPAID
1.	Kurtzman Carson Consultants LLC		\$44,399	\$44,399	\$258,404	\$82,851
2.	Sidley Austin LLP		\$1,672,840	\$1,672,840	\$3,211,214	\$1,284,149
3.	Young Conaway Stargatt & Taylor LLP				\$281,156	\$0
4.	FTI Consulting, Inc.		734,998.00	734,998.00	\$1,766,617	\$522,912
5.	Pachulski Stang Ziehl & Jones LLP		\$722,244	722,243.95	\$3,710,671	\$1,852,579
6.	Hayward & Associates PLLC		\$26,620	\$26,620	\$138,699	\$24,914
7.	Development Specialists, Inc.				\$1,864,005	\$0
8.	Foley & Lardner LLP		\$80,464	80,463.92	446,956.52	\$157,832
TOTAL PAYMENTS TO PROFESSIONALS				\$3,281,564	\$11,677,721	\$3,925,237

2 Does not include payments to ordinary course professionals.

**POSTPETITION STATUS OF SECURED NOTES, LEASES PAYABLE AND ADEQUATE PROTECTION PAYMENTS**

NAME OF CREDITOR	SCHEDULED MONTHLY PAYMENTS DUE	AMOUNTS PAID DURING MONTH	TOTAL UNPAID POSTPETITION
1. Crescent TC Investors LP (rent portion only)	130,364	130,364	-
2.			
3.			
4.			
5.			
6. TOTAL	130,364	\$130,364	\$0

## **Monthly Operating Report**

### **ACCRUAL BASIS-7**

<b>CASE NAME:</b>	Highland Capital Management
<b>CASE NUMBER:</b>	19-34054

**MONTH:** June 2020

## **QUESTIONNAIRE**

	YES	NO
1. HAVE ANY ASSETS BEEN SOLD OR TRANSFERRED OUTSIDE THE NORMAL COURSE OF BUSINESS THIS REPORTING PERIOD?		x
2. HAVE ANY FUNDS BEEN DISBURSED FROM ANY ACCOUNT OTHER THAN A DEBTOR IN POSSESSION ACCOUNT?		x
3. ARE ANY POSTPETITION RECEIVABLES (ACCOUNTS, NOTES, OR LOANS) DUE FROM RELATED PARTIES?	x	
4. HAVE ANY PAYMENTS BEEN MADE ON PREPETITION LIABILITIES THIS REPORTING PERIOD?	x	
5. HAVE ANY POSTPETITION LOANS BEEN RECEIVED BY THE DEBTOR FROM ANY PARTY?		x
6. ARE ANY POSTPETITION PAYROLL TAXES PAST DUE?		x
7. ARE ANY POSTPETITION STATE OR FEDERAL INCOME TAXES PAST DUE?		x
8. ARE ANY POSTPETITION REAL ESTATE TAXES PAST DUE?		x
9. ARE ANY OTHER POSTPETITION TAXES PAST DUE?		x
10. ARE ANY AMOUNTS OWED TO POSTPETITION CREDITORS DELINQUENT?		x
11. HAVE ANY PREPETITION TAXES BEEN PAID DURING THE REPORTING PERIOD?		x
12. ARE ANY WAGE PAYMENTS PAST DUE?		x

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "YES," PROVIDE A DETAILED EXPLANATION OF EACH ITEM. ATTACH ADDITIONAL SHEETS IF NECESSARY.

- 3 Debtor generates fee income and other receipts from various related parties in normal course, see cash management motion for further discussion.
  - 4 Payments have been made on prepetition liabilities, as approved in the critical vendor motion.

INSURANCE

INSURANCE	YES	NO
1. ARE WORKER'S COMPENSATION, GENERAL LIABILITY AND OTHER NECESSARY INSURANCE COVERAGES IN EFFECT?	X	
2. ARE ALL PREMIUM PAYMENTS PAID CURRENT?	X	
3. PLEASE ITEMIZE POLICIES BELOW.		

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "NO," OR IF ANY POLICIES HAVE BEEN CANCELLED OR NOT RENEWED DURING THIS REPORTING PERIOD, PROVIDE AN EXPLANATION BELOW. ATTACH ADDITIONAL SHEETS IF NECESSARY.